## Income Tax Index - Child Care

Question: Were there different rules related to the child care contribution credit prior to 2005?

Answer: Yes. For donations made prior to March 9, 2004.

## Child Care Facility/Program

Donating money for the establishment or operation of a child care facility or program in Colorado was limited to:

- A licensed child care center,
- A child care program that provided services similar to a licensed child care center, to the extent they provided care for children 18 years of age and younger.

## **In-Kind Contributions**

For tax years beginning on or after January 1, 1999 but prior to January 1, 2000, the credit was available for both monetary or in-kind contributions. The credit was 25 percent of the value of monetary contributions and 12.5% of in-kind contributions. Examples of in-kind contributions would include employee labor, materials, computer equipment, gold or stock.

## **Documentation**

Any contribution made prior to September 1, 2004 must be supported by a signed statement by the child care center or donee organization, and furnished to the donor, that states the amount of a cash contribution and the eligible purpose for which the contribution will be used. This statement must be made available to the Department of Revenue upon request.